

## City of Long Beach

## **Legislation Text**

File #: 20-1077, Version: 1

Recommendation to adopt resolution approving the Annual Report for October 1, 2020 to September 30, 2021, for the Bixby Knolls Parking and Business Improvement Area, declaring its intention to levy the annual assessment, and setting the date of hearing for December 8, 2020. (Districts 7,8)

The Bixby Knolls Parking and Business Improvement Area (BKPBIA) was established by the City Council in 1989, allowing for the levy of an annual business license assessment to be paid by businesses located in the BKPBIA. The City of Long Beach (City) contracts with the Bixby Knolls Business Improvement Association (BKBIA) to manage the BKPBIA and the BKBIA Board of Directors serves as the Advisory Board to the City Council on matters related to the BKPBIA. The BKBIA promotes and markets the BKPBIA using funds generated through the BKPBIA business license assessment.

State law governing Parking and Business Improvement Areas requires that an annual report be submitted to the City Council by the BKPBIA Advisory Board. On October 6, 2020, the BKPBIA Advisory Board voted to recommend to the City Council approval of the 2020-2021 BKPBIA Annual Report (Annual Report) (Exhibit A to the Resolution), which describes boundaries, proposed activities, and budgetary information, as well as the method and basis for continuation of the assessment. The Annual Report proposes no change to the BKPBIA boundaries or the method of levying the assessment.

The Annual Report, transmitting the recommendations of the Advisory Board, proposes the following assessment rates:

## **Method of Assessment**

The annual base assessment for businesses is \$274.25. Nonprofits are assessed a base fee of \$164.55. An additional \$20 is added annually to the assessment fee to make up the gap between the sunsetting Redevelopment Agency funds and assessment fees. There are no proposed changes to the method and basis of levying the assessment from last year.

Business Base Rate	Total Rate	Nonprofit Base Rate	Total Rate
\$274.25 + \$20	\$294.25	\$164.55 + \$20	\$184.55

Each year the City calculates the Consumer Price Index (CPI), an adjustment for consumer goods and services, and applies the CPI to various City fees on July 1<sup>st</sup> of each year. Parking

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and Business Improvement Area Advisory Boards may request a CPI adjustment for business license assessments. The BKPBIA Advisory Board has decided not to request a July 2021 CPI adjustment.

The recommended Resolution grants approval of the Annual Report, declares the intention of the City Council to levy the assessment for proposed activities, and sets the date of the public hearing for December 8, 2020.

This matter was reviewed by Deputy City Attorney Amy R. Webber on October 26, 2020 and by Budget Management Officer Rhutu Amin Gharib on October 27, 2020.

City Council action is requested on November 17, 2020, to set the date of the public hearing for December 8, 2020. The new contract year began on October 1, 2020.

It is estimated that the BKPBIA will generate \$204,000 in FY 21 through the proposed continuation of the assessment. Assessment funds are collected by the City on behalf of the BKBIA through additional fees and passed directly through to the BKBIA for implementation of annual programs. This recommendation has no staffing impact beyond the normal budgeted scope of duties and is consistent with existing City Council priorities. There is no local job impact associated with this recommendation.

Approve recommendation.

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JOHN KEISLER
DIRECTOR OF ECONOMIC DEVELOPMENT

APPROVED:

THOMAS B. MODICA CITY MANAGER